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Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

February 23, 2010

Certified Return Receipt
7003 2260 0002 0247 9222

William Bown
Bonneville Quarries, Inc.
842 West 400 North
West Bountiful, Utah 84087

Subject: Replacement Reclamation Surety Required, Bonneville Quarries, Grouse Creek Mountain Quarry, M/003/0031, Box Elder County, Utah

Dear Mr. Bown:

On January 15, 2010, Barnes Banking Company was closed by the Utah Department of Financial Institutions, and the Federal Deposit Insurance Corporation (FDIC) was subsequently named as the receiver.

The reclamation surety for the Grouse Creek Mountain quarry was in the form of a letter of credit being held by Barnes Banking Company for the State of Utah and the Bureau of Land Management. As far as we have been able to determine, the letter of credit is no longer in effect, which leaves both you and the Division with no reclamation surety for this site.

Please supply a replacement surety in the amount of \$18,700.00 no later than March 31, 2010. The surety can be in the form of a letter of credit, a certificate of deposit, a corporate surety, or cash. Please contact the Division's bonding coordinator, Penny Berry, for information about submitting the surety. She can be reached by telephone at 801-538-5291 or by e mail at bondcoordinator@utah.gov.

Failure to supply the surety by this date will likely result in the Division issuing a cessation order and associated fine.

Thank you for your cooperation. Questions about this letter can be directed to me at 801-538-5261 or to Lynn Kunzler at 801-538-5310.

Sincerely,

Paul B. Baker
Minerals Program Manager

PBB:pb

cc: stephen_allen@blm.gov; jblake@utah.gov

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